

FISCAL NOTE

SB 305 - HB 556

February 24, 1997

SUMMARY OF BILL: Exempts from the sales tax any repair services, including parts, and labor, on computer equipment that is brought into Tennessee solely for repair or refurbishment and then shipped outside the state within 30 days of the completion of such repair.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$100,000

Decrease Local Govt. Revenues - Exceeds \$40,000

The number of businesses affected by this bill is unknown; however, it is reasonable to assume, based on audits of one such business, that a significant decrease in state and local tax revenues would occur.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

James A. Davenport, Executive Director

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